

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-141
Revised August 8, 2011

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

| | |
|--|-----------------------------------|
| Name of Company: Fasken Oil and Ranch, Ltd | Contact: Aaron Pachlhofer, P.G. |
| Address: 6101 Holiday Hill Road | Telephone No.: 432-687-1777 |
| Facility Name: Denton SWD No.3 | Facility Type: SWD Injection Line |

| | | |
|----------------------------|--------------------|----------------------|
| Surface Owner: Darr Angell | Mineral Owner: Fee | API No. 30-025-05306 |
|----------------------------|--------------------|----------------------|

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| M | 12 | 15S | 37E | 660" | South | 330' | West | Lea |

Latitude 33 deg 01' 21.14" Longitude -103 deg 9' 35.13"

NATURE OF RELEASE

| | | |
|--|---|--|
| Type of Release: Produced Water | Volume of Release: 70 | Volume Recovered: 65 |
| Source of Release: Injection line | Date and Hour of Occurrence: 1/21/15 | Date and Hour of Discovery: 1/21/15 ~17:00 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Tomas Oberding | |
| By Whom? Aaron Pachlhofer, P.G. | Date and Hour 1/22/15 ~15:00 | |
| Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No | If YES, Volume Impacting the Watercourse. | |

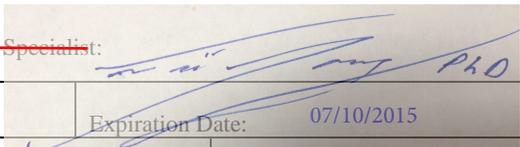
RECEIVED
By OCD; Dr. Oberding at 2:42 pm, Apr 10, 2015

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Pin pulled out of collar on injection line. Collar repaired and returned to service

Describe Area Affected and Cleanup Action Taken.*
Approximately 20' x 30' area affected. Pooled fluid recovered. Further remedial action pending assessment and scheduling.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

| | | | |
|--|--|----------------------------------|--------|
| | | OIL CONSERVATION DIVISION | |
| Signature: | Approved by Environmental Specialist:  | | |
| Printed Name: Aaron Pachlhofer, P.G. | Approval Date: 04/10/2015 | Expiration Date: 07/10/2015 | |
| Title: Environmental Coordinator | Conditions of Approval: Site samples required. Delineate and remediate area as per NMOCD guides. Provide photographic documentaiton of remediation. | | |
| E-mail Address: aaronp@forl.com | Attached <input type="checkbox"/> | | 151416 |
| Date: 1/23/15 | Phone: 432-687-1777 | IRP-3602 | 151416 |

* Attach Additional Sheets If Necessary

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